



U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT
WASHINGTON, D.C. 20410-9000

THE GOVERNMENT NATIONAL
MORTGAGE ASSOCIATION

May 22, 2001

01-13

MEMORANDUM FOR: All Participants in Ginnie Mae Programs

FROM: George S. Anderson, Executive Vice President

SUBJECT: Ginnie Mae to Notify MERS of Transfer of Beneficial
Rights for Loans Backing Ginnie Mae Pools

Currently issuers are responsible for notifying MERS to effectuate the transfer of beneficial rights to Ginnie Mae for loans backing Ginnie Mae securities where MERS is recorded as the mortgagee. **Effective October 1, 2001, Ginnie Mae will notify MERS of the transfer of beneficial rights following the issuance of Ginnie Mae securities.** In order for Ginnie Mae to initiate the transfer, the loan must be registered on the MERS® System and the Mortgage Identification Number (MIN) must be provided to Ginnie Mae at the time the pool is submitted for issuing a security. The MIN must be included on the Schedule of Pooled Mortgages, form HUD 11706.

In the event an issuer provides an incorrect MIN or does not provide a MIN on form HUD 11706 for a loan registered with MERS, the issuer will be responsible for reversing the registration of the loan on the MERS® System and reregistering the loan with Ginnie Mae designated as the Investor.

Questions regarding this memorandum should be addressed to your respective Ginnie Mae Single Family Account Executive on (202) 708-1535.